

# **INDEX RULE BOOK**

## **Euronext World Environmental Goods and Services Index Family**

Version 23-01

Effective from 18 Jul 2023

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## 1. GENERAL

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This document is applicable to the Euronext World Environmental Goods and Services family ("Index Family"), which consists of all the Indices as mentioned in the Reference Table.

The Euronext Environmental Goods and Services family is designed to reflect the price level trends in the trading of shares listed in the Eurozone.

Euronext Paris is the Administrator of this Index Family. For this Index Family no Independent Supervisor is appointed.

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### VERSION NOTES

| Version | Effective date | New or changed parts  | Reference/announcement |
|---------|----------------|-----------------------|------------------------|
| 22-01   | 27 July 2022   | Initial version       |                        |
| 23-01   | 18 July 2023   | Update ESG disclosure |                        |

## 2. INDEX REVIEWS

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### 2.1 REVIEW FREQUENCY AND RELEVANT DATES

**Review frequency:** Annual

**Review Effective Date:** After the market close of the second Friday April.

**Review Cut-Off Date:** After the market close of the first Friday of April.

**Review Announcement Date:** At least two trading days before the Review Effective Date.

**Review Weighting Date:** Three trading days before the Review Effective Date.

**Review Weighting Announcement Date:** Two trading days before the Review Effective Date.

### 2.2 REVIEW SELECTION

#### Step 1: Index Universe

##### Index Universe definition

The Index Universe consists of the Companies included in the Euronext Developed Market index; at reviews this means included after the Review Effective Date.

##### Step 2: Eligibility screening at reviews

From the index universe, the Companies with the following characteristics, as determined by Moody's ESG, are not eligible:

- Facing Active Critical Controversies
- Facing UNGC Critical Controversies
- Companies with any involvement in the Production of Tobacco
- Companies with any involvement in Coal or Thermal coal mining
- Companies with any involvement in Tar sand and oil shale extraction
- The worst 20% companies in terms of ESG score, as assessed by Moody's ESG, are not eligible. In case of an equal ESG score, the companies with the highest free float market capitalizaion will rank better

Moody's ESG Solutions provides research datapoints related to ESG, UNGC compliance, Controversial Activities and controversies. The Euronext ESG Providers Methodologies document gives a detailed background on various scoring methodologies.

##### Step 3: Selection of constituents at the reviews

Eligible companies with an involvement of 5% or more in positive environmental products are selected.

### 2.3 PERIODICAL WEIGHTING UPDATE

#### Weighting method

The index is Non-Market Capitalisation weighted, based on Equal Weight.

The Weighting Factors are explained in the following paragraphs.

**Number of shares**

The Number of Shares will be calculated such that each Company will have an equal weight in the Index. The Number of Shares will be rounded to the nearest whole number.

The Number Of Shares are determined based on the closing prices of the Companies to be included in the Index on the Review Weightings Announcement Date.

**Free Float factor**

The Free Float Factor is not applied for this Index Family.

**Capping Factor**

The Capping Factor is not applied for this Index Family.

### 3. REFERENCES

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#### 3.1 REFERENCE TABLE

| Index name  | Isincode     | Mnemo | Bloom-<br>berg<br>Code | Reuters<br>code | Base<br>date | Base<br>value | Publication<br>since | Index<br>Type   |
|---|--------------|-------|------------------------|-----------------|--------------|---------------|----------------------|-----------------|
| Euronext<br>World<br>Environmental<br>Goods and<br>Services<br>Index    | FRESG0000652 | EGSW  | -                      | EGSW            | 01/01/2010   | 1000          | 22/07/2022           | Price           |
| Euronext<br>World<br>Environmental<br>Goods and<br>Services<br>Index GR | FRESG0000660 | EGSWG | -                      | EGSWG           | 01/01/2010   | 1000          | 22/07/2022           | Gross<br>Return |
| Euronext<br>World<br>Environmental<br>Goods and<br>Services<br>Index NR | FRESG0000678 | EGSWN | -                      | EGSWN           | 01/01/2010   | 1000          | 22/07/2022           | Net<br>Return   |

#### 3.2 BASE CURRENCY

The Base Currency of this index family is Euro.

#### 3.3 PUBLICATION

The opening index level is disseminated at the same time as the first index level.

The index is calculated based on the most recent prices of transactions concluded on the relevant markets. The level of the index is in principle published every 15 seconds. The index is calculated from 09:00 hours until Euronext Markets stop regular daytime trading on the days when the Euronext Markets are open for trading.

The closing level is the last level disseminated on the trading day.

## 4. ESG DISCLOSURES

| EXPLANATION OF HOW ESG FACTORS ARE REFLECTED IN THE KEY ELEMENTS OF THE BENCHMARK METHODOLOGY  |                  |
|--|------------------|
| Item 1. Name of the benchmark administrator.   | Euronext Paris   |
| Item 2. Type of benchmark  | Equity Benchmark |
| Item 3. Name of the benchmark or family of benchmarks.   |                  |
| Item 4. Does the benchmark methodology for the benchmark or family of benchmarks take into account ESG factors?  | Yes              |
| Item 5. If the response to Item 4 is positive, please find below the ESG factors that are taken into account in the benchmark methodology and how they are used for selection, weighting and exclusion                                     |                  |
| a) List of environmental factors considered:   | -                |
| b) List of social factors considered:  | -                |
| c) List of governance factors considered:  | -                |
| Item 6. Data and standards used.   |                  |
| a) Data input.<br><i>(i) Describe whether the data are reported, modelled or, sourced internally or externally.</i><br><i>(ii) Where the data are reported, modelled or sourced externally, please name the third party data provider.</i> | -                |
| b) Verification of data and guaranteeing the quality of those data.<br><i>Describe how data are verified and how the quality of those data is ensured.</i>   | -                |
| c) Reference standards<br><i>Describe the international standards used in the benchmark methodology.</i>   | -                |
| Information updated on:  | 22 July 2022     |